

"Macroeconomic Concepts"

SSEMA1 The student will illustrate the means by which economic activity is measured.

Concept	Task	Response
GDP	<ol style="list-style-type: none"> 1. Define Gross Domestic Product. 2. List and describe the components of GDP (CIGNX). 3. Define economic growth. 4. Define aggregate demand and aggregate supply. 5. Write the formula for determining economic growth. 	<p>GDP:</p> <p>Components:</p> <p>C:</p> <p>I:</p> <p>G:</p> <p>NX:</p> <p>Economic Growth:</p> <p>Aggregate Demand:</p> <p>Aggregate Supply:</p> <p>Formula:</p>
Unemployment	<ol style="list-style-type: none"> 1. Define unemployment 2. Define frictional, cyclical, structural and seasonal unemployment 3. Write the formula for determining unemployment 	<p>Unemployment:</p> <p>Frictional:</p> <p>Cyclical:</p> <p>Structural:</p> <p>Seasonal:</p>

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<p>ation</p>	<ol style="list-style-type: none"> 1. Define inflation, stagflation and Consumer Price Index (CPI). 2. List the normal rate of inflation. 3. Write the formula for determining the inflation rate. 	<p>Inflation:</p> <p>Stagflation:</p> <p>CPI:</p> <p>Normal Rate of Inflation:</p> <p>Inflation Formula:</p>
<p>Stages of the Business Cycle</p>	<ol style="list-style-type: none"> 1. Define peak, contraction, trough, recovery, expansion, recession and depression. 2. Draw a diagram to show the stages of the business cycle. 	<p>Peak:</p> <p>Contraction:</p> <p>Recovery:</p> <p>Expansion:</p> <p>Depression:</p> <p>Diagram:</p>

SSEMA2 The student will explain the role and functions of the Federal Reserve System.

Concept	Task	Response
<p>Federal Reserve</p>	<ol style="list-style-type: none"> 1. Explain how the Federal Reserve System is structured. 	
<p>Monetary Policy</p>	<ol style="list-style-type: none"> 1. Define monetary policy. 2. List and describe the 3 tools of the Fed's monetary policy. 	<p>Monetary Policy:</p> <p>Tools of the Fed:</p> <p>a.</p> <p>b.</p> <p>c.</p>

3. Explain the difference between expansionary (easy-money) and contractionary (tight-money) monetary policy.	Expansionary	Contractionary
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SEMA3 The student will explain how the government uses fiscal policy to promote price stability, full employment, and economic growth.

Concept	Task	Response
National Debt and Government Deficits	1. Define fiscal policy, national debt and government deficit.	<p>Fiscal Policy:</p> <p>National Debt:</p> <p>Government Deficit:</p>
	2. Explain the difference between the national debt and government deficit.	<p>National Debt vs. Govt. Deficit</p>
	3. List and describe the 2 tools of government fiscal policy.	<p>Fiscal Policy Tools:</p>
	4. Explain the difference between expansionary and contractionary fiscal policy.	<p>Expansionary vs. Contractionary</p>